LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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FISCAL IMPACT STATEMENT

LS 7296 NOTE PREPARED: Jan 3, 2011

BILL NUMBER: HB 1398 BILL AMENDED:

SUBJECT: Disposal of Surplus Property by INDOT.

FIRST AUTHOR: Rep. Wesco BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: GENERAL IMPACT: State

 $\frac{\mathbf{X}}{\mathbf{X}}$ DEDICATED $\frac{\mathbf{X}}{\mathbf{X}}$ FEDERAL

<u>Summary of Legislation:</u> The bill allows the Department of Transportation (INDOT) to dispose of structures situated on land acquired by INDOT by dismantling the structures for salvage or selling the structures for removal. It specifies the procedures for disposing of the structures.

Effective Date: July 1, 2011.

Explanation of State Expenditures: If the INDOT determines that a structure is suitable for removal, there may be additional costs accruing to the INDOT. The impact will depend upon the specific situations. The funds affected are the state Highway Fund and various federal funds.

Background Information: INDOT demolishes structures for the most part, largely because it is cheaper than dismantling the structure or moving the structure. It is a decision made at the district level. If a structure is put to sale, the INDOT is required to advertise the sale and pay the auctioneer for the sale. If the structure is to be moved, the purchaser is required to move the structure. The last time a structure was sold and moved occurred about seven years ago in connection with the U.S. 231 project in Spencer County. The time line for the U.S. 231 project was such that moving the structure did not pose a problem for the project.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

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State Agencies Affected: INDOT

Local Agencies Affected:

<u>Information Sources:</u> Chris Kiefer, Legislative Liaison, INDOT, 317-233-3601; Kevan McClure, Director, Land Acquisition, INDOT, 317-232-5000.

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